Alabama Inland Port Infrastructure Program Grant Application

Project Name: Florence Port Harbor Dredging Project

Legal Name of Entity: Florence Lauderdale County Port Authority

Mailing Address: PO Box 1169, Florence, AL 35631

Name and Title of CEO: Hal Greer, Port Director

Name and Title of Contact: Hal Greer, Port Director

Phone Number & E-mail: 256-767-5388, halgreer@portofflorence.org

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Attachment A

Project Description: Hydrographic Survey

Annual Tonnage Graph

Resolutions of Project Approval

Attachment B

Project Budget:

Engineers Budget Cost Estimate

US ACOE Funding Letter

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Letters of Support and Urgency

Section I: Project Activities

The project activities associated with this application include the excavation and disposal of approximately 58,630 cubic yards of spoil material from the Florence Port Harbor dredge disposal site. This site was declared full by the US Army Corps of Engineers following dredging completed in 2004. The dredge disposal site must be excavated to allow for disposal of the material to be dredged from the harbor. Following the excavation of the disposal site, project activities will include the actual dredging of the Florence Port Harbor to ensure adequate water depths are maintained for operational stability and disposal of the dredge material will be deposited in the excavated disposal site. This project is necessary given the poor water depth, especially during winter pool and the devastating effects of such on the operations located at the Florence Lauderdale County Port Authority facility. The Harbor hasn't been completely dredged in over 15 years and silting has made the water depth unmanageable for operations during low water times. The Hydrographic survey provided in Attachment A: Project Description of this application provides an overview of the water depths as they were in November 2013. As you can see in the survey, the water surface elevation was 411.8 and the dock areas of the port as well as the upper or eastern portion of the harbor bottom had elevations of 400 plus. Our typical winter pool elevations reside in the 408 to 410 range which means that our docks would have only 8 to 10 foot of water at best with only 4 to 6 feet of water in the eastern end of the harbor. Barges must have a minimum of 12 foot of water to be loaded efficiently and 9 foot to be fleeted. The lack of water depth poses great risk as well as loss of freight capacity which disables operational efficiency, costing time and money as well as the diversion of cargo tonnage to other ports or highway transport. Since the survey in 2013, the water depths have continued to deteriorate, and the letters of support and urgency in Attachment C provide a summary of the economic impact to the businesses that rely on the operational capability of the Port Harbor.

Section II: Project Program Priority Areas

The Florence Lauderdale County Port Authority (FLPA) proposes that the dredging of the Florence Port Harbor will provide for increased freight tonnage via the waterway as the operating docks will be able to load barges to full capacity year round and the harbor will have sufficient fleeting area to handle increased tonnage throughput. The FLPA facility handled an average of 476,419 tons of cargo over the previous 9 years as indicated on the Annual Tonnage Graph contained in Attachment A of this application, and we are on pace to handle approximately 350,000 tons this year. The reduced tonnage has resulted from import cargo tariffs on the aluminum handled for Constellium as well as lost capacity due to extremely low water levels this fall. This increased capability will result in additional tonnage handling at the FLPA. The expanded capacity of the FLPA harbor will also enhance regional competitiveness for the businesses operating in the port and the industries they serve as well. The agricultural community will realize cost savings through the state-of-the-art granary located at the FLPA, and companies such as Constellium Aluminum, Pine Bluff Materials, Dal-Tile and others that our tenant businesses serve through the port facility will reap cost savings with restored year-round operational stability at the facility. The FLPA grant application is fully supported by the governing bodies of the charter governments of the FLPA as well as the FLPA Board of Directors. Resolutions of Project Approval are contained in Attachment A of this application.

Section III: Applicant's Technical and Managerial Capabilities

The FLPA has more than adequate technical and managerial capabilities to handle the administration of the grant funding and manage the project. The FLPA has engaged Engineers

of the South for design and project oversight assistance, and Port Director Hal Greer has over 25 years of experience in port management including the oversight of dredging operations of an inland port harbor. The FLPA ensures that the project will be completed within the two year time frame from the effective date of the grant award.

Section IV: Applicant's Eligibility

The FLPA is a public port authority chartered under Chapter 94 of Title II, sections 11-94-1 et seq. of the Code of Alabama 1975 and sanctioned by the Alabama State Docks Department on June 30, 1981 following the authorization of the City of Florence and Lauderdale County in January 1981. It operates as a special district of local government under the guidance of a five member Board of Directors, two of which are appointed by the City of Florence, two appointed by Lauderdale County Commission and one of which is jointly appointed. It is a public agency under the definition of the internal revenue code chartered by the local governments and approved by the State of Alabama.

Section V: Project Budget

Total Project Cost	\$1	,219,598
20% of Total Project Cost (Match)	\$	243,920
80% of Total project Cost (Max Grant)	\$	975,678
Total Grant Amount Requested 45%	\$	550,000

A detailed budget estimate is contained in Attachment B of this application: Engineers Budget Cost Estimate. The letter detailing the obligation for funding of \$528,000 by the US Army Corps of Engineers is also included in Attachment B. The FLPA will provide the balance of required funding to complete the project, and the breakdown of funding by source is as follows:

Total Project Costs	\$1,219,598
FLPA	\$141,598
US Army Corps of Engineers	\$528,000
Alabama Inland Port Funds	\$550,000

	Funding A	Amount and Source	
Budget Item	Grant	Match	Total
Engineering/Design	\$ 76,336	\$ 92,935	\$ 169,271
Permits	\$ 11,184	\$ 13,616	\$ 24,800
Construction		п	
Materials	\$421,352	\$512,975	\$ 934,327
Labor	\$ 41,128	\$ 50,072	\$ 91,200
Other			
Materials			
Labor		-	
Total	\$550,000	\$669,598	\$1,219,598

Certifications

1. The applicant certifies that it is a (choose all that apply):

Port authority	
☐ Port commission	
 Subdivision and/or agent under existing authority 	
Political subdivision of a local government	
☐ Tribal government	
Public agency	
Publicly chartered authority established by the state	
2. The applicant certifies that the funds will not be used for routine maintena operational expenses, debt service, or for the dredging of waterways within the immediate vicinity of an inland port facility.	
3. The applicant certifies receipt of a preliminary concurrence from the applicant as, Alabama Department of Transportation, Alabama Department Management, Alabama Port Authority, or any other applicable authority or	nent of Environmental
Certification	
I, the undersigned, am authorized to obligate my entity and enter into agreements for my that the above certifications do not guarantee funding and a grant agreement will be executed being expended. I further understand that if the above statements cannot be verifications awarded under this program. Finally, to the best of my knowledge the above certifications	cuted prior to project funds ed, no grant funds will be
Signature of Applicant: Y dal Oreer	Date: /2/10/19
Title of Applicant: PORT DIRECTOR	
For more information regarding the Alabama Inland Port Infrastructure Program to inland.ports@adeca.alabama.gov , or call (334) 242-5292 between the hopp.m., Monday through Friday.	
State of Alabama – Disclosure Statement	

Alabama Act 2001-955 requires the *State of Alabama Disclosure Statement* (Attachment D) to be completed and filed with all proposals, bids, contracts, and grant proposals to the State of Alabama in excess of \$5,000. A fillable PDF is available on our website at http://adeca.alabama.gov/inlandports. Complete all lines as indicated. If an item does not apply, denote 'N/A' (not applicable). If you cannot include required information in the space provided, attach additional sheets as necessary. The form must be signed, dated, and notarized.



State of Alabama

Disclosure Statement

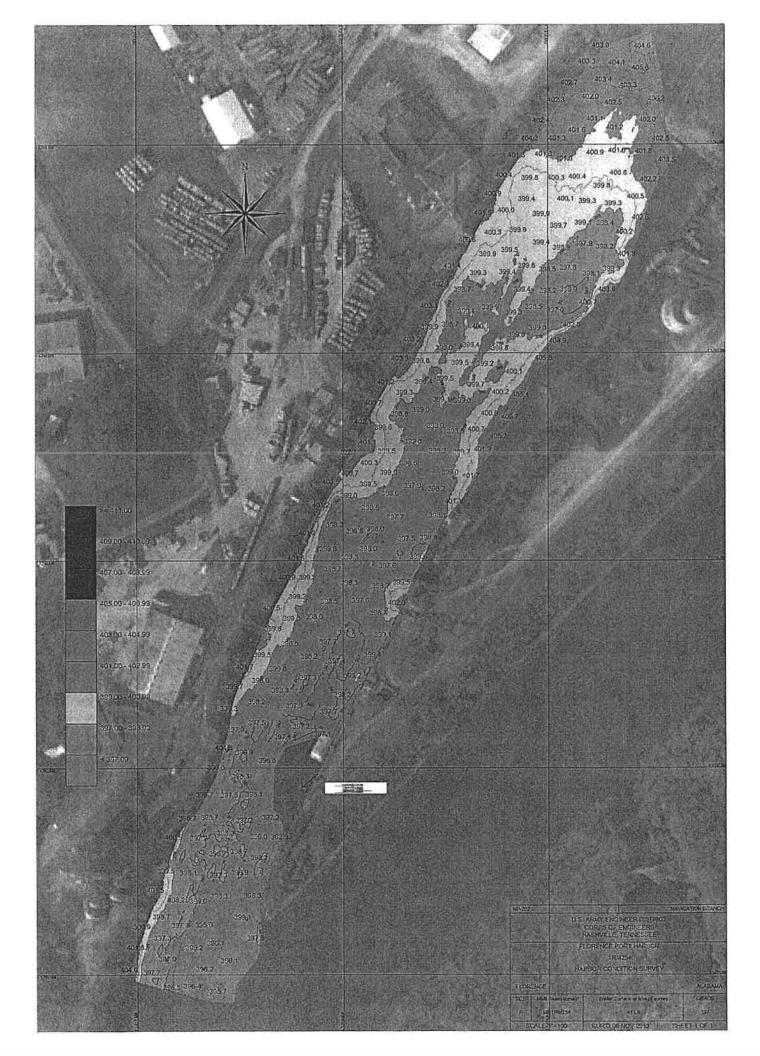
Required by Article 3B of Title 41, Code of Alabama 1975

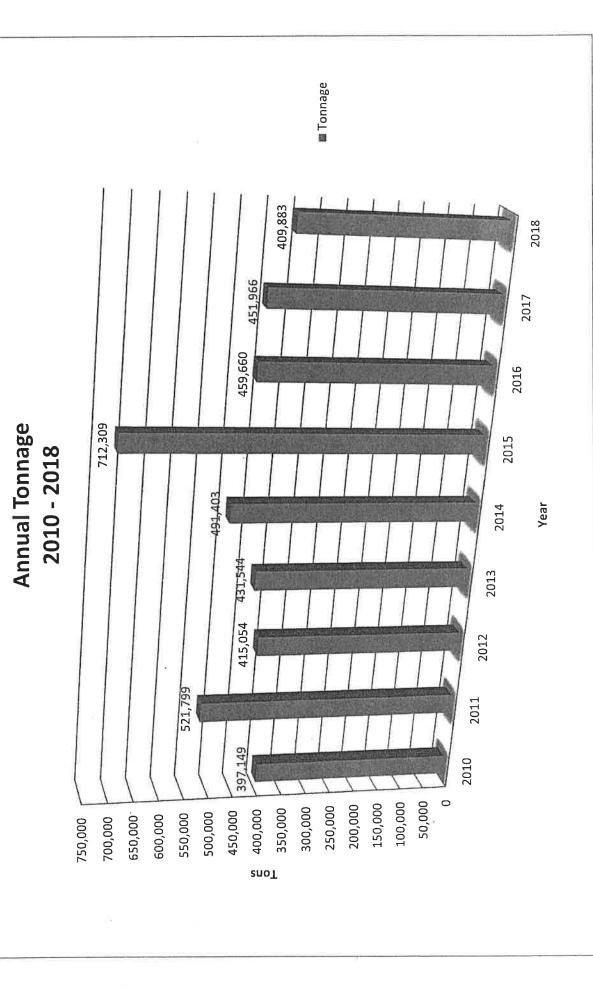
ENTITY COMPLETING FORM
FLORENCE LAUDER DALE COUNTY PORT Authority
Po Box 1169
CITY, STATE, ZIP TELEPHONE NUMBER
FLORENCE, AL 35631 256-767-5388
STATE AGENCY/DEPARTMENT TAAT WILL RECEIVE GOODS, SERVICES, OR IS RESPONSIBLE FOR GRANT AWARD
H DECH ADDRESS
401 Adams Ave
CITY, STATE, ZIP TELEPHONE NUMBER
Montgomery, AL 36104 334-242-5100
This form is provided with:
Contract Proposal Request for Proposal Invitation to Bid Grant Proposal
Have you or any of your partners, divisions, or any related business units previously performed work or provided goods to any State
Agency/Department in the current or last fiscal year?
Yes No
If yes, identify below the State Agency/Department that received the goods or services, the type(s) of goods or services previously pro-
vided, and the amount received for the provision of such goods or services.
STATE AGENCY/DEPARTMENT TYPE OF GOODS/SERVICES AMOUNT RECEIVED
NIA
Have you or any of your partners, divisions, or any related business units previously applied and received any grants from any State
Agency/Department in the current or last fiscal year?
☐ Ves ☐ No
If yes, identify the State Agency/Department that awarded the grant, the date such grant was awarded, and the amount of the grant.
STATE AGENCY/DEPARTMENT DATE GRANT AWARDED AMOUNT OF GRANT
ADECA GENERAL FUND APPROP. 10/1/19 \$130,000
1. List below the name(s) and address(es) of all public officials/public employees with whom you, members of your immediate family, or
any of your employees have a family relationship and who may directly personally benefit financially from the proposed transaction. Identify the State Department/Agency for which the public officials/public employees work. (Attach additional sheets if necessary.)
NAME OF PUBLIC OFFICIAL/EMPLOYEE ADDRESS STATE DEPARTMENT/AGENCY
NIA

proposed transaction. Ident employees work. (Attach ac			partment/Agency for t	which the public officials/public
NAME OF FAMILY MEMBER	ADDRESS	NAME (OF PUBLIC OFFICIAL!	STATE DEPARTMENT/ AGENCY WHERE EMPLOYED
NIA		2		
	d/or their family members			nefit to be gained by the public or proposal, invitation to bid, o
Describe in detail below any i	ndirect financial benefits to	he gained by any public of	ficial public employees	e, and/or family members of the
	ee as the result of the cor			bid, or grant proposal. (Attach
	n			
	*			
		Total		
List below the name(s) and a posal, invitation to bid, or gra		ultants and/or lobbyists utili	zed to obtain the con	tract, proposal, request for pro
NAME OF PAID CONSULTANT/LO	BBYIST	ADDRESS	WILL STORY OF STREET	
N/A				
	e. I further understand th	at a civil penalty of ten pe	ercent (10%) of the a	this form are true and correc mount of the transaction, no
Signature	rees	12/12/10 Date	7	
gwaler.		10-10-19 Date		5-20-20 Date Notary Expires
Add 20 A Short Code	of Alabama 1075 requires	the disclosure statement to	be completed and fil	led with all proposals, bids,

2. List below the name(s) and address(es) of all family members of public officials/public employees with whom you, members of your immediate family, or any of your employees have a family relationship and who may directly personally benefit financially from the

contracts, or grant proposals to the State of Alabama in excess of \$5,000.





RESOLUTION

AUTHORIZING AND APPROVING APPLICATION TO THE ALABAMA DEPARTMENT OF ECONOMIC AND COMMUNITY AFFAIRS FOR ALABAMA INLAND PORT INFRASTRUCTURE PROGRAM FUNDS FOR DREDGING THE FLORENCE PORT HARBOR

WHEREAS, the Florence-Lauderdale County Port Authority shall complete its application for Alabama Inland Port Infrastructure Program funds, and

WHEREAS, the Florence-Lauderdale County Port Authority concurs with objectives, needs and program activities proposed therein, and

WHEREAS, priorities for proposed program activities adopted by the Florence-Lauderdale County Port Authority were determined in accordance with State and Federal guidelines and determination on eligibility of activities, and

WHEREAS, the Florence Port Harbor is operationally affected by low water, especially during winter pool levels, causing extreme losses to tenant businesses and those served by their terminals, and

WHEREAS, the Florence Port Harbor hasn't been dredged for over 15 years and silting is causing inadequate operational capabilities,

NOW, THEREFORE, BE IT RESOLVED by the Florence Lauderdale County Port Authority:

- 1. That said application shall be designated as the official application for the Florence-Lauderdale County Port Authority to be submitted to the ADECA upon completion for Alabama Inland Port Infrastructure Funds in the amount of \$550,000.
- 2. That the Florence-Lauderdale County Port Authority pledges matching funds in the amount of \$141,598.
- 3. That the US Army Corps of Engineers has authorized \$528,000 in federal funds for dredging the Florence Port Harbor which will provide the balance of necessary funding for the project,
- 4. That the President is duly authorized to sign said application for and act on behalf of the Florence-Lauderdale County Port Authority and is further authorized to execute all other documents required for application or disbursement of Alabama Inland Port Infrastructure Funds for the Florence-Lauderdale County Port Authority.

ADOPTED this the 21st day of November, 2019.

Katy Beth Carr, President

Florence Lauderdale County Port Authority

ATTEST:

Darlene Ballard, Secretary/Treasure

RESOLUTION

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FLORENCE, ALABAMA, as follows:

WHEREAS, the Florence-Lauderdale County Port Authority is submitting an application for Alabama Inland Port Infrastructure Program funds; and

WHEREAS, the Florence-Lauderdale County Port serves as an economic engine for the entire Shoals region; and

WHEREAS, the Florence Port Harbor is operationally affected by low water, especially during winter pool levels, causing extreme losses to tenant businesses and those served by their terminals; and

WHEREAS, the Florence Port Harbor has not been dredged for over 15 years and silting is causing inadequate operational capabilities.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FLORENCE, ALABAMA, that the same does hereby endorse and support the Florence-Lauderdale County Port Authority's application for Alabama Inland Port Program funds to dredge the Florence Port Harbor.

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ADOPTED this 3 da	YOF DECEMBER , 2019,	
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OTT OF FLORES	B11.6.1/	
1878 1876 E	Willfort	
REMANSSANCE	Michael Rope Fubanto	
	Rutes	
	CITY COUNCIL	
APPROVED this 3 AS	day ofSECEMBER, 2019.	
	Stockoff	
	MAYOR	
ADOPTED & APPROVED	this 3 day of DECEMBER 2019.	
	CITY CLERK M. Teylo_	

LAUDERDALE COUNTY §

RESOLUTION

WHEREAS, the Florence-Lauderdale County Port Authority is submitting an application to the Alabama Department of Economic and Community Affairs (ADECA) for Alabama Inland Port Infrastructure Program funds for dredging the Florence Port Harbor, and

WHEREAS, the Florence Lauderdale County Port serves as an economic engine for the entire Shoals region; and

WHEREAS, the Florence Port Harbor is operationally affected by low water, especially during winter pool levels, causing extreme losses to tenant businesses and those served by their terminals; and

WHEREAS, the Florence Port Harbor hasn't been dredged for over 15 years and silting is causing inadequate operational capabilities.

NOW THEREFORE BE IT RESOLVED, by the Lauderdale County Commission that the same does hereby endorse and support the Florence-Lauderdale County Port Authority's application for Alabama Inland Port Program funds to dredge the Florence Port Harbor.

Done this the 9th day of December, 2019.

LAUDERDALE COUNTY COMMISSION

Danny Pettus, Chairman

Roger Garner, Commissioner

Brad Holmes, Commissioner

ATTEST:

Brenda Bryant, County Administrator

Fay Parker Commissioner

Joe Hackworth, Commissioner



November 15, 2019

Mr. Hal Greer Florence-Lauderdale Port Authority P.O. Box 1169 Florence, AL 35631

Re:

Updated Dredging Estimate

Florence Lauderdale Port Authority

Dear Hal:

Per your request, we have updated the previous cost estimate for dredging the Port. The unit prices within the estimate were adjusted by the appropriate Consumer Price Index. This estimate extends the dredging approximately 2 barge lengths (400') beyond the point where the Port narrows.

November 15, 2019

Dredging Project Engineers' Estimated Total Project Co	st			
December	05.	Unit	Unit Price	Total
Description Prepartaion of Disposal Site	Qty	Ollic	Onit Frice	10(4)
Excavator	2	МО	\$7,210	\$14,420
Hauling and Disposal	_	CY	\$3.61	\$211,654
Stormwater Permitting & Monitoring	1	LS	\$12,400	\$12,400
BMP's	1	LS	\$15,500	\$15,500
Crew & Equipment	8	WK	\$5,700	\$45,600
Dredging & On-Site Disposal				
Bathymetric Surveys	1	LS	\$38,600	\$38,600
Mechanical Dredging	58630	CY	\$9.30	\$545,259
Excavator for Offloading & Handling	2	MO	\$7,200	\$14,400
Dump Truck for Handling	2	MO	\$3,100	\$6,200
Stormwater Permitting & Monitoring	1	LS	\$12,400	\$12,400
BMP's	1	LS	\$15,500	\$15,500
Crew & Equipment	8	WK	\$5,700	\$45,600
Finish Grade & Grass	8	AC	\$1,550	\$12,400
			SubTotal =	\$989,933
		Contin	gency (10%) =	\$98,993
Total B	Estimate	d Const	ruction Cost =	\$1,088,927
Legal,	Engine	ering & A	Admin (12%) = _	\$130,671
E	stimate	d Total F	Project Cost =	\$1,219,598

If you have any questions or we can assist further, please don't hesitate to call.

Sincerely,

Engineers of the South, LLC

RhotEpid

Robert E. Pride, PE Principal Engineer

CC: File: P:\PA-Port Authority\Archive\Dredging Project\Cost Estimates\PA-0000 Cost Est Ltr 11-15-19.docx



DEPARTMENT OF THE ARMY NASHVILLE DISTRICT, CORPS OF ENGINEERS P.O. BOX 1070 NASHVILLE, TENNESSEE 37202-1070

July 17, 2014

Operations Division

Mr. Hal Greer Port Director Florence-Lauderdale Port Authority P.O. Box 1169 Florence, AL 35631

Dear Mr. Greer,

Thank you for your June 25, 2014 letter. As a way of introduction, I would like to explain why I am responding to your letter instead of Ms. Coffey. I am the Nashville District's Operation Division's Chief, but was on a temporary assignment until May of this year. In my absence, Ms. Coffey, my Deputy Chief, was the acting Division Chief.

Regarding the recent decision to include the district's \$204,000 effort to construct the Sweetwater Creek Diversion against the \$1,100,000 O&M obligation, I had my staff look further into the agreement made during the planning of the project. It has been confirmed that the government's portion of the work was not to be counted against this obligation, which is now modified to total \$528,000. A copy of the updated ledger has been included for your records.

To address the mooring dolphin we erected in 2007, even during its construction, it was credited against the government's operations and maintenance responsibility. An email sent to Mr. Loew soon after its construction, and included in the letter you sent to Ms. Coffey on March 20, 2014, confirms this. Although the government did fabricate the first of the two dolphins the port planned to erect, this effort improves a single dock and does not fall within the "general navigation" definition as delineated in the Local Cooperative Agreement. The government will not be able to construct the second mooring dolphin.

I am pleased that you are actively searching for a disposal site for future dredge material. This will be of benefit if/when future maintenance dredging is necessary in either the general navigation area of the port or for your tenants.

As stated in the April 17, 2014 letter you received from this office, Gerald Choat at Wilson Lock (256-764-5223 or Gerald.D.Choat@usace.army.mil), Donald Dean at Wheeler Lock (256-247-3311 or Donald.L.Dean@usace.army.mil), or Mr. Ross (615-736-7996 or Jeffrey.Ross@usace.army.mil), remain available if you have further needs or questions.

Sincerely,

Diane Parks

Chief Operations Division

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O&R	g
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t of Flore	SACE
Port	JSACE
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July 17,2014

:			Cost
Year			(\$1,000s)
	2000 Concrete Block Re	2000 Concrete Block Removal at Harbor Entrance	30
	Channel Survey) (f
	2001. Obstruction search in Harbor	h in Harbor	000
	Channel Survey) m
	2002 Channel Survey (MVM Multibeam)	1VM Multibeam)	n ø
	2003 Pipe Removal nea	2003 Pipe Removal near Amcor Mooring Cells (including divers)	725
	2004 Consultation re: N	2004 Consultation re: Mooring Cells and Sweetwater Creek	c
	Channel Survey		N M
	2005 Dredging Far End	of Harbor with Upland Placement (One time allowance for overfill at Disposal Sire)	, œ
	2006 Channel Survey		ה ה
	7000 mineral 84 mineral 7000	(4.1)	n
	zooz instali Niooring Dogbiln	uludi	191
		a a	577
	Government O&N	Government O&M Responsibility \$1,100k	1 6
	Balance		528



ALABAMA STATE SENATE

ALABAMA STATE HOUSE
11 SOUTH UNION STREET, SUITE 732
MONTGOMERY, ALABAMA 36130-4600

TIM MELSON
SENATOR
DISTRICT 1
MONTGOMERY
(334) 261-0773
TIM.MELSON@ALSENATE.GOV

COMMITTEES:

EDUCATION POLICY, CHAIR
FINANCE & TAXATION EDUCATION, VICE CHAIR
AGRICULTURE, CONSERVATION, & FORESTRY
HEALTHCARE
RULES
TOURISM

December 10, 2019

Mr. Kenneth Boswell
Director
Alabama Department of Economic and Community Affairs
401 Adams Avenue
Montgomery, Alabama 36103

RE: Alabama Inland Port Infrastructure Program Grant application

Dear Mr. Boswell:

The Florence-Lauderdale County Port Authority is submitting an application to the Alabama Inland Port Infrastructure Program to dredge the Florence Port Harbor. This project will provide for increased freight tonnage via the waterway and will also enhance regional competitiveness for the businesses operating in the port and the industries they serve as well.

The Florence Port is a great asset and resource to Florence, Lauderdale County, and the entire Shoals Region. It is imperative that our Port remain in a good state of repair to allow the Shoals Area to continue to enhance our economic competitiveness for the region and the state. Please give your utmost consideration to this application.

Sincerely,

Senator Tim Melson

Alabama Senate District 1



Shoals Economic Development Authority

20 Hightower Place, Suite 1 • Florence, AL 35630 Phone (256) 349-5632 • Fax (256) 764-3850 • www.seda-shoals.com

December 12, 2019

Mr. Jesse Turner
Director of Planning & Transportation
NACOLG
103 Student Drive
P.O. Box 2603
Muscle Shoals, AL 35662
Via: jturner@nacolg.org

Dear Jesse:

Thank you for your efforts in working to help secure funding to alleviate issues with the Port of Florence, particularly the need for dredging.

The Port of Florence is an important partner to our industries and a vital artery to enable the flow of goods and commerce in the Shoals. The Shoals Economic Development Authority supports the efforts of NACOLG to access funds to ensure the longevity of this great asset to our community.

The Shoals is a very pro-business community and we want to do everything we can to assist, grow, and nurture our existing industries. It is very important in our business to alleviate concerns and mitigates risks to potential growth to our existing and new potential companies. Please let me know as we can provide additional information.

Sincerely,

Kevin Jackson Vice President

Shoals Area Metropolitan Planning Organization

RESOLUTION 20-07

SUPPORTING THE FLORENCE-LAUDERDALE PORT AUTHORITY'S APPLICATION TO THE ALABAMA DEPARTMENT OF ECONOMIC AND COMMUNITY AFFAIRS FOR ALABAMA INLAND PORT INFRASTRUCTURE PROGRAM FUNDS FOR DREDGING THE FLORENCE PORT HARBOR

WHEREAS, the Northwest Alabama Council of Local Governments (NACOLG) is the organization designated by the Governor of the State of Alabama as recipient of Shoals Urbanized Area planning funds for the Shoals Area Metropolitan Planning Organization (MPO), and who is responsible, together with the State of Alabama, for implementing the applicable provisions of 23 USC 134 and 135 (amended by the FAST Act, Sections 1201 and 1202, December 2015); 42 USC 2000d-1, 7401; 23 CFR 450 and 500; 40 CFR 51 and 93; and

WHEREAS, the Florence-Lauderdale County Port Authority is submitting an application for Alabama Inland Port Infrastructure Program funds, and

WHEREAS, the Florence-Lauderdale County Port serves as an economic engine for the entire Shoals region, and

WHEREAS, the Florence Port Harbor is operationally affected by low water, especially during winter pool levels, causing extreme losses to tenant businesses and those served by their terminals, and

WHEREAS, the Florence Port Harbor hasn't been dredged for over 15 years and silting is causing inadequate operational capabilities,

THEREFORE, BE IT RESOLVED by the Shoals Area Metropolitan Planning Organization (MPO) that the same does hereby endorse and support the Florence-Lauderdale County Port Authority's application for Alabama Inland Port Program funds to dredge the Florence Port Harbor.

ADOPTED THIS 10th DAY OF December 2019

Kerry Underwood, Chairman

ATTECT.



November 27, 2019

Mr. Hal Greer Port Director PO Box 1169 Florence, AL 35631

Dear Mr. Hal Greer:

Tennessee Southern Railroad is in full support of the Florence-Lauderdale County Port Authority's application for funding from the Alabama Inland Port Infrastructure Program. The funding to dredge the Florence Port Harbor is critical to our long-term sustainability and ability to remain competitive in the marketplace. We must rectify the low water problem in the harbor to ensure our capability to do business with those we serve in the region without costly operational interruptions and constant logistical problems due to low water levels. Thus, to exemplify the situation; The recent low water levels could have been a costly situation for our company. In 2019, we have experienced the lowest water levels yet. The last barge we received, at the Patton Island location, had to be unloaded at a lower dock that is approximately a quarter of a mile away from our storage location. The crawler crane and the hopper had to be moved to that dock. The material had to be transported by dump trucks back to storage. This added more fuel charge and wages to our expenses. Tennessee Southern Railroad has averaged a loss of \$175,000 to \$200,000 in last 5 years due to low water conditions.

Sincerely, Port Manager Michael Phillips 914 E. Bluff Street Florence, AL 35630 (256) 766-7635 Office (601) 405-2155 Bus. Cell Imburchfield@gmail.com

November 26, 2019

Mr. Hal Greer Port Director PO Box 1169 Florence, AL 35631

Dear Mr. Greer:

As you are aware our business has and continues to be negatively impacted by the low water levels present in the Florence Port Harbor. We have had to suspend operations, divert cargos and change our operational activities at a great loss to our company as well as our customers. This situation is affecting our ability to operate with any efficiency whatsoever, and it has a major impact on the competitive edge that water transport opportunities provide not to mention the adverse pressure on strategic sustainability.

The economic impact has caused the Port of Florence negative growth to potential vendors/customers concerning barge fleeting and servicing. With the harbor being so shallow, it has affected the number of barges we can fleet and unable to get barges to docks properly to load or unload. The financial cost to our company in growth and present losses over the past 5 years has been approximately \$500,000.00.

It is with the above in mind that <u>RMB Marine Services, LLC</u> is in full support of the Florence-Lauderdale County Port Authority's application for funding from the Alabama inland Port Infrastructure Program. The funding to dredge the Florence Port Harbor is critical to our long-term sustainability and ability to remain competitive in the marketplace. We must rectify the low water problem in the harbor to ensure our capability to do business with those we serve in the region without costly operational interruptions and constant logistical problems due to low water levels.

Sincerely,

Mark Burchfield RMB Marine Services, LLC 914 E. Bluff St. Florence, AL 35630 (256) 766-7635 Office rmburchfield@gmail.com

MCDANIEL SERVICE, LLC

P.O. Box 206, Florence, AL 35631 Phone (256) 767-7576 mcdanielservice@bellsouth.net

December 5, 2019

Mr. Hal Greer Port Director PO Box 1169 Florence, AL 35631

Dear Mr. Greer:

I am writing to you in regards to concerns I have pertaining to the low water levels present in the Florence Port Harbor. As you are aware, I owned and operated a river terminal in the Port of Florence from 2007 to 2017, and over the years encountered many episodes of low water levels in the Port that hampered and at times crippled my operation. As you are also aware, I have sold that operation and am now a tenant in the Port without waterfront property. However, I am currently in negotiations with three different companies to secure one or more contracts to re-establish my stevedoring operation at the city dock. Once I am established at said dock, the low water levels are sure to again cause disruptions and potential vessel damage during winter pool operations.

It is with the above in mind that McDaniel Service, LLC is in full support of the Florence-Lauderdale County Port Authority's application for funding from the Alabama Inland Port Infrastructure Program. The funding to dredge the Florence Port Harbor will be critical to our long-term sustainability and ability to remain competitive in the marketplace. We must rectify the low water problem in the harbor to ensure our capability to do business with those we will serve in the region without costly operational interruptions and constant logistical problems due to low water levels.

Sincerely,

Terry Manan

AMERICAN METAL CHEMICAL CORPORATION

3546 South Morgan Street Chicago, IL 60609



November 26, 2019

Mr. Hal Greer Port Director PO Box 1169 Florence, AL 35631

Dear Mr. Greer:

As you are aware our business has and continues to be negatively impacted by the low water levels present in the Florence Port Harbor. We have had to suspend operations, divert cargos and change our operational activities at a great loss to our company as well as our customers. This situation is affecting our ability to operate with any efficiency whatsoever, and it has a major impact on the competitive edge that water transport opportunities provide not to mention the adverse pressure on strategic sustainability.

AMCOR's main concern with water level at our dock is that the base is solid rock. We cannot dredge to gain any depth; therefore, our business's health is at the mercy of the water level on a daily basis. When receiving product, it is critical for the barge to get close and up to the dock. If we are unable to get onto the barge to remove the lid, we cannot unload the received product. Material costs significantly increase when we are not able to unload the barge during our standard procedure time. There is also a cost difference between having a 9-foot draft and the winter drafts that are kept at 8 feet. If AMCOR is not able to utilize or maximize the whole barge, we see another significant increase in our material costs. If a barge is not able to begin unloading due to height levels, we begin transferring product in from our other locations, shipping costs alone are upwards of \$50,000 per year.

Along with the financial burden, tension is put on our relationship with our vendors due to the river navigation throughout the year. As the harbor continues to fill up with silt from the Sweetwater Stream during flooding, navigation becomes a challenge for barges that are loaded. They begin to drag on the riverbed causing issues for any tenant who has a soft base next to their dock. There is an additional cost for each occurrence that requires a tugboat to assist in any moving or maneuvering of the barge at the dock. There is additional economic loss to our suppliers and carriers, many of which are local, when we divert volumes and production away from our Florence facility.

AMCOR has been an asset to the harbor business, the community, and surrounding companies we service in the Southeast. It is critical that Florence Harbor is maintained to continue operation.

It is with the above in mind that American Metal Chemical Corporation is in full support of the Florence-Lauderdale County Port Authority's application for funding from the Alabama Inland Port Infrastructure Program. The funding to dredge the Florence Port Harbor is critical to our long-term sustainability and ability to remain competitive in the marketplace. We must rectify the low water problem in the harbor to ensure our capability to do business with those we serve in the region without costly operational interruptions and constant logistical problems due to low water levels.

Sincerely,

Meredith Davis Controller

773-254-1818x114

mdavis@amcor-usa.com



ALABAMA FARMERS COOPERATIVE, INC. GRAIN DIVISION

P.O. Box 2227 • Decatur, AL 35609-2227 • Phone 256-308-1684 • Fax 256-351-8424

December 5, 2019

Mr. Hal Greer Port Director PO Box 1169 Florence, AL 35631

Dear Mr. Greer:

As you are aware, our business has and continues to be negatively impacted by low water levels in the Florence harbor. We have had to suspend operations, divert cargo and change our operational activities at a great loss to our company as well as our customers. This situation is affecting our ability to operate with any efficiency whatsoever, and it also has a major impact on the competitive edge that water transport opportunities provide.

In the past four years we have incurred average losses of \$50,000 per year in dead freight cost (not able to load full draft), \$10,000 per year in extra fleeting cost to work the dock for grounded barges, and \$35,000 per year of additional cost to carry inventory until better water conditions are present. Also, we have incurred an additional \$25,000 per year cost to load inventory from another facility/port that is not logistically advantageous relative to Florence. Conservatively, we estimate our average annual cost due to low water in the Florence harbor at \$120,000 per year. 2019 has been right on par with this trend as we struggled early in the year with low water and the most recent months have proven to be even more difficult, shutting our operation down for a week or more at a time. Our losses in 2019 have already surpassed \$100,000.

It is with the above in mind that <u>Alabama Farmers Cooperative, Inc.</u> is in full support of the Florence-Lauderdale County Port Authority's application for funding from the Alabama Inland Port Infrastructure Program. The funding to dredge the Florence Port Harbor is critical to our long-term sustainability and ability to remain competitive in the marketplace. We must rectify the low water problem in the harbor to ensure our capability to do business with those we serve in the region without costly operational interruptions and constant logistical problems due to low water levels.

Sincerely.

John T. Gamble

Vice President, Grain Division